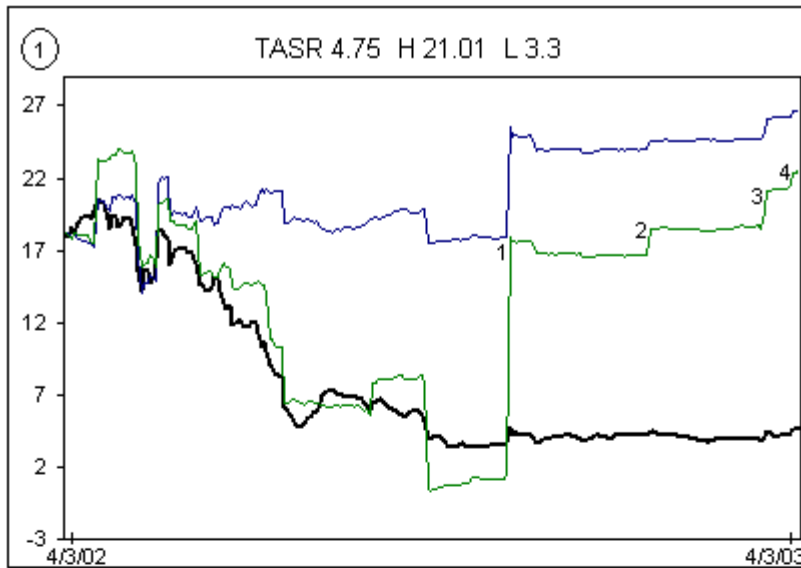
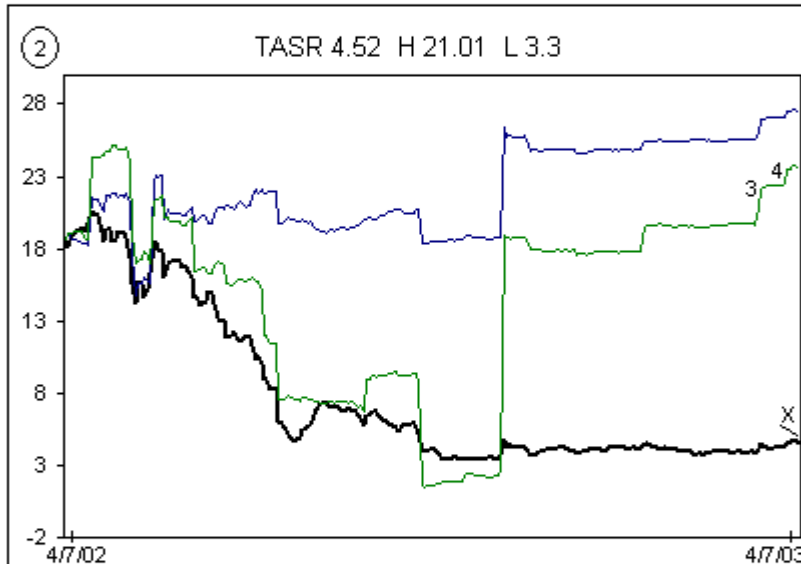


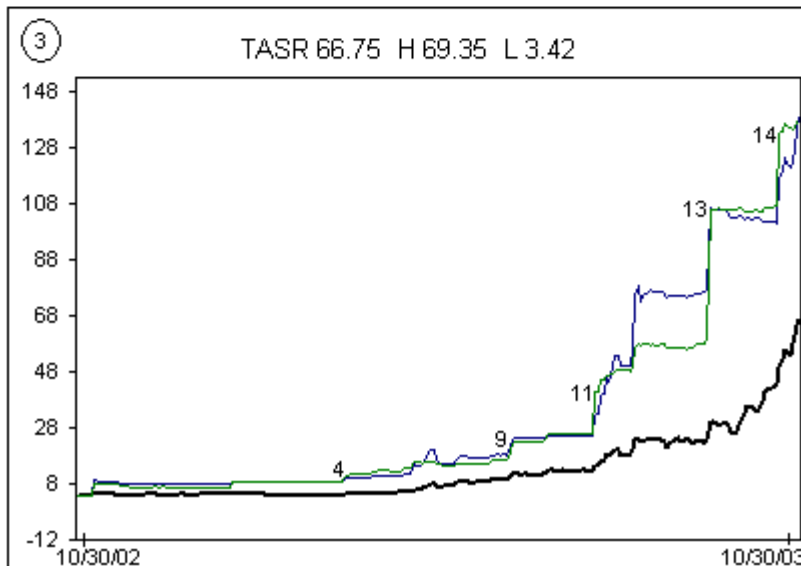
IV. BUYING STOCKS USING LSI CHARTS



Shares of TASR are another of the “high-flyers” profiled in these chart examples. Following highly erratic and choppy activity on the LSI Lines in LSI Chart #1, the positive spike at 1 begins a sequence of smooth accumulation behavior with several more positive spikes that follow. This pattern of choppy LSI Line behavior that turns to smooth activity is another important LSI Chart characteristic that indicates the sudden influence of institutional investors. The four consecutive positive spikes thus sets up an initial entry point in TASR on the first positive divergence.



The positive divergence at X shows a small but suitable entry point into TASR. New investors should use this opportunity to add long positions.



LSI Chart #3 shows massive accumulation and a significantly higher share price for TASR. Note that there is some choppiness to the chart although the only negative spike that takes place on the long-term (blue) LSI Line between positive spikes 4 and 9 is not confirmed on the short-term (green) accumulation line thus discounting its importance.